

AMENDMENTS TO THE CLAIMS

The claims in this listing will replace all prior versions, and listings, of claims in the application.

LISTING OF CLAIMS:

1. (Currently amended) A method for verification and processing of a point of sale ("POS") financial transaction involving a payer's account at a financial institution, without needing to store account holder's biometric information, comprising:
 - identifying a financial institution and a specific account at that institution based on a machine readable financial instrument used in the transaction,
 - reading embedded non-biometric identification information by the POS device from a machine-readable government issued identification card in the possession of the purported payer, wherein said machine readable financial instrument is physically separate from said machine readable identification card;
 - sending the payer's non-biometric identification information, the identified financial institution and account information, and the transaction details read by the POS device to a Validation and Processing Center ("VPC") system through networks;
 - accessing by the VPC system through networks to a remote database maintained by the financial institution containing account available balance information and account holder non-biometric information for said specific account;
 - verifying that the embedded identification information read by the POS device from the government issued identification card matches the account holder information for the identified account stored in the remote database;
 - verifying that the identified account has sufficient funds to cover a transaction amount specified by the payer; and
- if the verification of both the identity of the payer and the amount of the transaction is successful, causing the specified amount to be electronically transferred from the specified payer's account to a designated payee VPC account in real time and causing transfer of the specified amount from the VPC account to a designated

payee, the transfers occurring under control of the VPC system and without instructions from the payer.

2. (Original) The method of claim 1 further comprising:
prompting the payer to input into the POS device an additional item of personal information not embedded in the identification card but stored in the remote database of the financial institution, and
verifying that the additional personal information input by the payer matches the personal information stored in the remote database.
3. (Original) The method of claim 2, wherein the personal information input by the payer includes at least part of a social security number.
4. – 5. (Canceled)
6. (Original) The method of claim 1 further comprising:
prompting the payer to input into the POS device an additional item of personal information embedded in the identification card but not stored in the remote database of the financial institution, and
verifying that the additional personal information input by the payer matches the personal information embedded in the identification card.
7. (Original) The method of claim 6, wherein the additional personal information input by the payer includes at least a personal identification number.
8. – 9. (Canceled)
10. (Original) The method of claim 1 wherein the transaction details sent to the VPC system include the transaction amount, and the payee's financial account information.
11. (Canceled)

12. (Previously Presented) The method of claim 1 wherein the VPC system secures the funds for the transaction against potential payer fraud.

13. (Original) The method of claim 1 wherein:
the transaction is based on a financial instrument in the form of a check drawn on the specified financial institution; and
the account and financial institution information is obtained by reading encoded information imprinted on the check.

14. (Original) The method of claim 13, wherein the financial instrument is marked as non-negotiable after the specified payment amount has been transferred from the specified payer's account.

15. (Original) The method of claim 13, wherein a magnetic ink character recognition device is incorporated into the POS device to read the account and financial institution information imprinted on the check.

16. (Previously Presented) The method of claim 1 wherein:
the transaction is based on a regular credit and/or debit card issued by a specified financial institution; and
the account and financial institution information is embedded in the card in a machine readable format.

17. (Previously Presented) The method of claim 16 wherein
a card reader is used to read the account and financial institution information contained in the credit and/or debit card, and
said information is embedded in the card in a machine readable format.

18. (Original) The method of claim 17, wherein a magnetic card reader is used to read the account and financial institution information contained in a magnetic strip of the card.

19. (Original) The method of claim 1, wherein:
the POS device is incorporated into a self-service checkout stand whereby customers
may check out the goods and/or services by themselves.

20. (Original) The method of claim 1, wherein:
the VPC system is established exclusively for one financial institution to provide
services to the customers of the financial institution.

21. (Original) The method of claim 1, wherein:
a wireless data transmission device is incorporated into the identification card; and
a wireless data receiver is incorporated into the POS device to read the machine-
readable identification information of the identification card.

22. (New) The method of claim 1 wherein the VPN account and payer's
account are at different financial institutions.

23. (New) The method of claim 1 wherein the VPN account and payer's
account are at the same financial institution